THE TOBACCO INSTITUTE, INC

1776 K STREET, NORTHWEST I WASHINGTON, D. C. 20006 | 202/296-8434

HORACE R. KORNEGAY

November 20, 1973

Frederick P. Haas, Esquire Senior Vice President Liggett & Myers Incorporated 630 Fifth Avenue New York, New York 10019

Dear Fred:

Enclosed herewith you will find a proposal which has been made to the Institute by Dr. Kenneth R. Keller of North Carolina State University at Raleigh.

This proposal contemplates the production of varieties of fluecured tobacco with lower "tar" content through a breeding program of several years duration.

Dr. Keller has ask that the industry consider making a grant of \$15,000 per year for a period of five years to cover the cost of this project (see pp. 10 of proposal).

Please let me have your thoughts on this matter.

With kindest regards and best wishes, I am

Sincerely yours,

Horace R. Kornegay

HRK:pc encl